



# County of Los Angeles CHIEF EXECUTIVE OFFICE

Kenneth Hahn Hall of Administration  
500 West Temple Street, Room 713, Los Angeles, California 90012  
(213) 974-1101  
<http://ceo.lacounty.gov>

WILLIAM T FUJIOKA  
Chief Executive Officer

June 12, 2012

The Honorable Board of Supervisors  
County of Los Angeles  
383 Kenneth Hahn Hall of Administration  
500 West Temple Street  
Los Angeles, CA 90012

Dear Supervisors:

## ADOPTED

BOARD OF SUPERVISORS  
COUNTY OF LOS ANGELES

13 June 12, 2012

*Sachi A. Hamai*  
SACHI A. HAMAI  
EXECUTIVE OFFICER

Board of Supervisors  
GLORIA MOLINA  
First District

MARK RIDLEY-THOMAS  
Second District

ZEV YAROSLAVSKY  
Third District

DON KNABE  
Fourth District

MICHAEL D. ANTONOVICH  
Fifth District

### ADJUSTMENTS TO EMPLOYEE RETIREMENT CONTRIBUTION RATES (ALL DISTRICTS) (3 VOTES)

#### SUBJECT

County Employees Retirement Law requires the Los Angeles County Employees Retirement Association (LACERA) to obtain an actuarial valuation at least once every three years, and on the basis of such valuation, recommend to the Board of Supervisors such changes in the employer and/or member contributions rates as may be necessary to properly fund the retirement system. Based on LACERA's June 30, 2011 actuarial valuation, we have negotiated adjustments in County retirement contribution for represented employees. This action changes employee retirement contributions for represented and non-represented employees effective July 1, 2012.

#### IT IS RECOMMENDED THAT THE BOARD:

1. Approve Amendment Number 3 to the Fringe Benefit Memorandum of Understanding with Service Employees International Union (SEIU), Local 721, Change to Win (CtW), Canadian Labour Congress (CLC) implementing changes in employee retirement contribution rates (Attachment A).
2. Approve Amendment Number 3 to the Fringe Benefit Memorandum of Understanding with the Coalition of County Unions, American Federation of Labor/Congress of Industrial Organizations (AFL-CIO) implementing changes in employee retirement contribution rates (Attachment B).

*"To Enrich Lives Through Effective And Caring Service"*

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Intra-County Correspondence Sent Electronically Only**

3. Approve the attached resolution implementing changes in employee retirement contribution rates for represented and non-represented employees effective July 1, 2012 (Attachment C).
4. Instruct the Auditor-Controller to make the system changes necessary to implement these recommendations.

### **PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION**

The purpose of these recommendations is to implement negotiated adjustments in County retirement contribution rates based on the June 30, 2011 LACERA actuarial valuation approved by the Board of Retirement on December 14, 2011.

### **IMPLEMENTATION OF STRATEGIC PLAN GOALS**

The retirement benefit and funding changes provided for in these recommendations are directly responsive to the Strategic Plan goal of workforce excellence by resolving workplace issues while maintaining financial responsibility.

### **FISCAL IMPACT**

The proposed changes in employee contribution rates will result in no increase in County costs.

### **FACTS AND PROVISIONS/LEGAL REQUIREMENTS**

The recommended adjustments in employee retirement contribution rates reflect the impact of the latest LACERA actuarial valuation dated June 30, 2011. As a result, the dollar amount increase based on an average employee salary, ranges from \$1.65 to \$7.22 a month.

The impact of the adjustments in employee retirement contribution rates has been negotiated with the Coalition of County Unions and SEIU Local 721. The specific rates by employee age at entry into County service are detailed in the accompanying amendments to the fringe benefit Memorandum of Understanding (MOU) and related resolution.

The accompanying MOU amendments and resolution have been approved as to form by County Counsel.

The Honorable Board of Supervisors  
June 12, 2012  
Page 3

**IMPACT ON CURRENT SERVICES (OR PROJECTS)**

These recommendations will not impact any existing County service or project.

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'W. T. Fujioka', followed by a small flourish.

WILLIAM T FUJIOKA  
Chief Executive Officer

WTF:BC:JA  
MTK:WW:mst

Attachments (3)

c: County Counsel  
Auditor-Controller  
Human Resources  
Los Angeles County Employees Retirement Association  
Coalition of County Unions, AFL-CIO  
SEIU, Local 721, CTW, CLC

**ATTACHMENT A**

**AMENDMENT NO. 3 TO FRINGE BENEFIT**

**MEMORANDUM OF UNDERSTANDING WITH SEIU, LOCAL 721, CTW, CLC**

**AMENDMENT NO. 3  
MEMORANDUM OF UNDERSTANDING  
FOR JOINT SUBMISSION  
TO THE BOARD OF SUPERVISORS  
REGARDING THE  
FRINGE BENEFITS**

THIS AMENDMENT NO. 3 TO MEMORANDUM OF UNDERSTANDING made and entered into this 12<sup>th</sup> day of June, 2012,

BY AND BETWEEN

Authorized Management Representative  
(hereinafter referred to as "Management")  
of the County of Los Angeles (hereinafter  
referred to as "County")

SEIU, LOCAL 721

WHEREAS, on the 15<sup>th</sup> day of December, 2009, the parties entered into a Memorandum of Understanding regarding Fringe Benefits, which Memorandum of Understanding was subsequently approved and ordered implemented by the County's Board of Supervisors; and

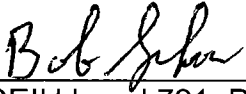
WHEAREAS, as a result of mutual agreement, the parties desire to amend said Memorandum of Understanding as set forth hereafter:

NOW, THEREFORE, the parties agree as follows:

1. Amend Section 1, 2, and 3 of Article, Retirement, as appended hereto.
2. This Amendment No. 3 to said Memorandum of Understanding constitutes a mutual recommendation to be jointly submitted to the County's Board of Supervisors and this Amendment No. 3 will be effective when and if approved and implemented by said Board of Supervisors, in the same manner as provided in Article 2, which as applicable to the implementation of the original Memorandum of Understanding.
3. Except as herein specifically amended, each and every other provision of said Memorandum of Understanding shall continue to remain in full force and effect.

IN WITNESS WHEREOF, the parties hereto have caused their duly authorized representative to execute this Amendment No. 3 the day, month and year first above written.

LOS ANGELES COUNTY  
EMPLOYEES ASSOCIATION  
SEIU, LOCAL 721

By   
SEIU Local 721, President

COUNTY OF LOS ANGELES  
AUTHORIZED MANAGEMENT  
REPRESENTATIVES

By   
William T. Fujioka  
Chief Executive Officer

By   
Linda Dent, Chair  
Bargaining Policy Committee

TO BE JOINTLY SUBMITTED TO THE COUNTY BOARD OF SUPERVISORS

ARTICLE 5        RETIREMENTSection 1.

The parties agree to recommend jointly to the County's Board of Supervisors that pursuant to Section 31581.1 of the California Government Code, said Board adopt a resolution that effective July 1, 2012, and for the term of this agreement only, provides that the County shall pay to the Retirement Fund the amount necessary which, based on actuarial determination, is sufficient to fund the difference between:

- a. The employee contributions that would be paid to said Retirement Fund during the term of this agreement if the employee contribution rates set forth in the Fringe Benefit MOU costs based on the June 30, 2011, Actuarial Valuation dated December 6, 2011, by Milliman USA, were implemented, and
- b. The employee contribution that would be paid to said Retirement Fund during the term of this agreement if the employee contribution rates set forth in Section 2 of this Article were implemented in lieu of the contribution rates set forth in said Fringe Benefit MOU costs based on June 30, 2011, Actuarial Valuation.



Section 2.

The parties agree that, contingent upon action by the Board of Supervisors to adopt a resolution to implement the provisions of Section 1 of this article, the negotiated employee contribution rates for the term of this agreement for employees who entered the Los Angeles County Employees Retirement Association on and after January 4, 1982.

1. The negotiated employee contribution rates listed below shall apply to the retirement plan for employees who became General Members of the Los Angeles County Employees Retirement Association on or before August 31, 1977, (hereinafter referred to as Plan A for General Members):

**PLAN A FOR GENERAL MEMBERS**

Negotiated Employee Contribution Rates  
Effective July 1, 2012

<u>NEAREST YEAR OF AGE AT MEMBERSHIP</u>	<u>EMPLOYEE CONTRIBUTION RATE</u>
16	4.07%
17	4.13%
18	4.16%
19	4.22%
20	4.25%
21	4.31%
22	4.35%
23	4.41%
24	4.49%
25	4.53%
26	4.61%
27	4.69%
28	4.80%
29	4.89%
30	5.00%
31	5.14%
32	5.24%
33	5.39%
34	5.54%
35	5.71%
36	5.89%
37	6.06%
38	6.26%
39	6.44%
40	6.61%
41	6.80%
42	7.00%
43	7.22%
44	7.38%
45	7.58%
46	7.78%
47	7.93%
48	8.15%
49	8.26%
50	8.33%
51 and above	8.37%

2. The negotiated employee contribution rates listed below shall apply to the retirement plan for employees who became General Members of Los Angeles County Employees Retirement Association between September 1, 1977, and September 30, 1978, (hereinafter referred to as Plan B for General Members):

**PLAN B FOR GENERAL MEMBERS**

Negotiated Employee Contribution Rates  
Effective July 1, 2012

<u>NEAREST YEAR OF AGE AT MEMBERSHIP</u>	<u>EMPLOYEE CONTRIBUTION RATE</u>
16	5.94%
17	6.06%
18	6.19%
19	6.32%
20	6.45%
21	6.58%
22	6.72%
23	6.85%
24	7.00%
25	7.15%
26	7.29%
27	7.44%
28	7.60%
29	7.76%
30	7.91%
31	8.07%
32	8.24%
33	8.43%
34	8.60%
35	8.78%
36	8.97%
37	9.16%
38	9.35%
39	9.55%
40	9.74%
41	9.94%
42	10.12%
43	10.30%
44	10.49%
45	10.66%
46	10.83%
47	10.99%
48	11.13%
49	11.27%
50	11.36%
51 and above	11.41%

Section 3.

The parties further agree that, for the term of this agreement, the employee contribution rates listed below shall apply to the retirement plan for employee who became General Members of the Los Angeles County Employees Retirement Association between October 1, 1978, and May 31, 1979, and, to the retirement plan for employees who became General Members of said Retirement Association on or after June 1, 1979, (hereinafter referred to as Plans C and D, for General Members, respectively); provided, however, such contribution rates shall not apply to employees who are covered by Plan E.

**PLAN C FOR GENERAL MEMBERS**  
Negotiated Employee Contribution Rates  
 Effective July 1, 2012

<u>NEAREST YEAR OF AGE AT MEMBERSHIP</u>	<u>EMPLOYEE CONTRIBUTION RATE</u>
16	5.10%
17	5.20%
18	5.31%
19	5.43%
20	5.54%
21	5.66%
22	5.77%
23	5.90%
24	6.02%
25	6.14%
26	6.27%
27	6.40%
28	6.53%
29	6.66%
30	6.80%
31	6.95%
32	7.08%
33	7.23%
34	7.38%
35	7.54%
36	7.69%
37	7.85%
38	8.02%
39	8.19%
40	8.37%
41	8.54%
42	8.73%
43	8.91%
44	9.10%
45	9.28%
46	9.46%
47	9.64%
48	9.81%
49	9.99%
50	10.15%
51	10.31%
52	10.46%
53	10.60%

NEAREST YEAR  
OF AGE AT  
MEMBERSHIP

EMPLOYEE  
CONTRIBUTION  
RATE

54  
55  
56 and above

10.73%  
10.82%  
10.88%

**PLAN D FOR GENERAL MEMBERS**Negotiated Employee Contribution Rates

Effective July 1, 2012

<u>NEAREST YEAR OF AGE AT MEMBERSHIP</u>	<u>EMPLOYEE CONTRIBUTION RATE</u>
16	5.02%
17	5.11%
18	5.22%
19	5.33%
20	5.44%
21	5.56%
22	5.67%
23	5.79%
24	5.91%
25	6.04%
26	6.16%
27	6.29%
28	6.41%
29	6.55%
30	6.68%
31	6.83%
32	6.96%
33	7.10%
34	7.25%
35	7.41%
36	7.55%
37	7.71%
38	7.88%
39	8.05%
40	8.22%
41	8.39%
42	8.57%
43	8.76%
44	8.94%
45	9.12%
46	9.29%
47	9.47%
48	9.64%
49	9.81%
50	9.97%
51	10.13%
52	10.27%



NEAREST YEAR  
OF AGE AT  
MEMBERSHIP

EMPLOYEE  
CONTRIBUTION  
RATE

53  
54  
55  
56 and above

10.42%  
10.54%  
10.63%  
10.69%

**ATTACHMENT B**

**AMENDMENT NO. 3 TO FRINGE BENEFIT**

**MEMORANDUM OF UNDERSTANDING WITH COALITION OF COUNTY UNIONS**

**AMENDMENT NO. 3  
MEMORANDUM OF UNDERSTANDING  
FOR JOINT SUBMISSION  
TO THE BOARD OF SUPERVISORS  
REGARDING THE  
FRINGE BENEFITS**

THIS AMENDMENT NO. 3 TO MEMORANDUM OF UNDERSTANDING made and entered into this 12<sup>th</sup> day of June, 2012,

BY AND BETWEEN

Authorized Management Representative  
(hereinafter referred to as "Management")  
of the County of Los Angeles (hereinafter  
referred to as "County")

THE COALITION OF COUNTY UNIONS, AFL-  
CIO, (hereinafter referred to as the "Coalition").

WHEREAS, on the 15<sup>th</sup> day of December, 2009, the parties entered into a Memorandum of Understanding regarding Fringe Benefits, which Memorandum of Understanding was subsequently approved and ordered implemented by the County's Board of Supervisors; and

WHEAREAS, as a result of mutual agreement, the parties desire to amend said Memorandum of Understanding as set forth hereafter:

NOW, THEREFORE, the parties agree as follows:

1. Amend Section 1, 2, and 3 of Article, Retirement, as appended hereto.
2. This Amendment No. 3 to said Memorandum of Understanding constitutes a mutual recommendation to be jointly submitted to the County's Board of Supervisors and this Amendment No. 3 will be effective when and if approved and implemented by said Board of Supervisors, in the same manner as provided in Article 2, which as applicable to the implementation of the original Memorandum of Understanding.
3. Except as herein specifically amended, each and every other provision of said Memorandum of Understanding shall continue to remain in full force and effect.

IN WITNESS WHEREOF, the parties hereto have caused their duly authorized representative to execute this Amendment No. 3 the day, month and year first above written.

COALITION OF COUNTY UNIONS  
AFL-CIO

By   
Chair, Coalition of County Unions

COUNTY OF LOS ANGELES  
AUTHORIZED MANAGEMENT  
REPRESENTATIVE

By   
William T Fujioka  
Chief Executive Officer

TO BE JOINTLY SUBMITTED TO THE COUNTY BOARD OF SUPERVISORS

ARTICLE 5        RETIREMENTSection 1.

The parties agree to recommend jointly to the County Board of Supervisors that pursuant to Section 31581.1 of the California Government Code, said Board adopt a resolution that effective July 1, 2012, and for the term of this agreement only, provides that the County shall pay to the Retirement Fund the amount necessary which, based on actuarial determination, is sufficient to fund the difference between:

- a. The employee contributions that would be paid to said Retirement Fund during the term of this agreement if the employee contribution rates set forth in the Fringe Benefit MOU costs based on the June 30, 2011, Actuarial Valuation dated December 6, 2011, by Milliman USA, were implemented, and
- b. The employee contribution that would be paid to said Retirement Fund during the term of this agreement if the employee contribution rates set forth in Section 2 of this Article were implemented in lieu of the contribution rates set forth in said Fringe Benefit MOU costs based on June 30, 2011, Actuarial Valuation.

Section 2.

The parties agree that, contingent upon action by the Board of Supervisors to adopt a resolution to implement the provision of Section 1 of this article, the negotiated employee contribution rates for the term of this agreement for employees who entered the Los Angeles County Employees Retirement Association on and after January 4, 1982.

1. The negotiated employee contribution rates listed below shall apply to the retirement plan for employees who became General Members of the Los Angeles County Employees Retirement Association on or before August 31, 1977, (hereinafter referred to as Plan A for General Members):

**PLAN A FOR GENERAL MEMBERS**

Negotiated Employee Contribution Rates  
Effective July 1, 2012

<u>NEAREST YEAR OF AGE AT MEMBERSHIP</u>	<u>EMPLOYEE CONTRIBUTION RATE</u>
16	4.07%
17	4.13%
18	4.16%
19	4.22%
20	4.25%
21	4.31%
22	4.35%
23	4.41%
24	4.49%
25	4.53%
26	4.61%
27	4.69%
28	4.80%
29	4.89%
30	5.00%
31	5.14%
32	5.24%
33	5.39%
34	5.54%
35	5.71%
36	5.89%
37	6.06%
38	6.26%
39	6.44%
40	6.61%
41	6.80%
42	7.00%
43	7.22%
44	7.38%
45	7.58%
46	7.78%
47	7.93%
48	8.15%
49	8.26%
50	8.33%
51 and above	8.37%



2. The negotiated employee contribution rates listed below shall apply to the retirement plan for employees who became General Members of Los Angeles County Employees Retirement Association between September 1, 1977, and September 30, 1978, (hereinafter referred to as Plan B for General Members):

**PLAN B FOR GENERAL MEMBERS**

Negotiated Employee Contribution Rates  
Effective July 1, 2012

<u>NEAREST YEAR OF AGE AT MEMBERSHIP</u>	<u>EMPLOYEE CONTRIBUTION RATE</u>
16	5.94%
17	6.06%
18	6.19%
19	6.32%
20	6.45%
21	6.58%
22	6.72%
23	6.85%
24	7.00%
25	7.15%
26	7.29%
27	7.44%
28	7.60%
29	7.76%
30	7.91%
31	8.07%
32	8.24%
33	8.43%
34	8.60%
35	8.78%
36	8.97%
37	9.16%
38	9.35%
39	9.55%
40	9.74%
41	9.94%
42	10.12%
43	10.30%
44	10.49%
45	10.66%
46	10.83%
47	10.99%
48	11.13%
49	11.27%
50	11.36%
51 and above	11.41%

3. The negotiated employee contribution rates listed below shall apply to the retirement plan for employees who became Safety Members of the Los Angeles County Employees Retirement Association on or before August 31, 1977, (hereinafter referred to as Plan A for Safety Members):

**SAFETY MEMBER CONTRIBUTION RATES****Retirement Plan A**

Negotiated Employee Contribution Rates  
Effective July 1, 2012

<u>NEAREST YEAR OF AGE AT MEMBERSHIP</u>	<u>EMPLOYEE CONTRIBUTION RATE</u>
18	7.49%
19	7.52%
20	7.53%
21	7.57%
22	7.70%
23	7.82%
24	7.93%
25	8.09%
26	8.21%
27	8.34%
28	8.54%
29	8.74%
30	8.92%
31	9.11%
32	9.32%
33	9.53%
34	9.76%
35	9.99%
36	10.20%
37	10.44%
38	10.60%
39	10.80%
40	10.98%
41	11.15%
42	11.32%
43	11.45%
44	11.60%
45	11.70%
46 and above	11.76%

4. The negotiated employee contribution rates listed below shall apply to the retirement plan for employees who became Safety Members of the Los Angeles County Employees Retirement Association on or after September 1, 1977, (hereinafter referred to as Plan B for Safety Members):

**SAFETY MEMBER CONTRIBUTION RATES****Retirement Plan B**

Negotiated Employee Contribution Rates  
Effective July 1, 2012

<u>NEAREST YEAR OF AGE AT MEMBERSHIP</u>	<u>EMPLOYEE CONTRIBUTION RATE</u>
18	6.43%
19	6.62%
20	6.80%
21	6.98%
22	7.16%
23	7.36%
24	7.55%
25	7.75%
26	7.95%
27	8.16%
28	8.37%
29	8.59%
30	8.81%
31	9.03%
32	9.27%
33	9.51%
34	9.76%
35	10.02%
36	10.28%
37	10.53%
38	10.78%
39	11.01%
40	11.24%
41	11.48%
42	11.68%
43	12.88%
44	12.06%
45	12.19%
46 and above	12.27%

Section 3.

The parties further agree that, for the term of this agreement, the employee contribution rates listed below shall apply to the retirement plan for employee who became General Members of the Los Angeles County Employees Retirement Association between October 1, 1978, and May 31, 1979, and, to the retirement plan for employees who became General Members of said Retirement Association on or after June 1, 1979, (hereinafter referred to as Plans C and D, for General Members, respectively); provided, however, such contribution rates shall not apply to employees who are covered by Plan E.

**PLAN C FOR GENERAL MEMBERS**  
Negotiated Employee Contribution Rates  
 Effective July 1, 2012

<u>NEAREST YEAR OF AGE AT MEMBERSHIP</u>	<u>EMPLOYEE CONTRIBUTION RATE</u>
16	5.10%
17	5.20%
18	5.31%
19	5.43%
20	5.54%
21	5.66%
22	5.77%
23	5.90%
24	6.02%
25	6.14%
26	6.27%
27	6.40%
28	6.53%
29	6.66%
30	6.80%
31	6.95%
32	7.08%
33	7.23%
34	7.38%
35	7.54%
36	7.69%
37	7.85%
38	8.02%
39	8.19%
40	8.37%
41	8.54%
42	8.73%
43	8.91%
44	9.10%
45	9.28%
46	9.46%
47	9.64%
48	9.81%
49	9.99%
50	10.15%
51	10.31%
52	10.46%
53	10.60%



NEAREST YEAR  
OF AGE AT  
MEMBERSHIP

EMPLOYEE  
CONTRIBUTION  
RATE

54  
55  
56 and above

10.73%  
10.82%  
10.88%

**PLAN D FOR GENERAL MEMBERS**

Negotiated Employee Contribution Rates  
Effective July 1, 2012

<u>NEAREST YEAR OF AGE AT MEMBERSHIP</u>	<u>EMPLOYEE CONTRIBUTION RATE</u>
16	5.02%
17	5.11%
18	5.22%
19	5.33%
20	5.44%
21	5.56%
22	5.67%
23	5.79%
24	5.91%
25	6.04%
26	6.16%
27	6.29%
28	6.41%
29	6.55%
30	6.68%
31	6.83%
32	6.96%
33	7.10%
34	7.25%
35	7.41%
36	7.55%
37	7.71%
38	7.88%
39	8.05%
40	8.22%
41	8.39%
42	8.57%
43	8.76%
44	8.94%
45	9.12%
46	9.29%
47	9.47%
48	9.64%
49	9.81%
50	9.97%
51	10.13%
52	10.27%

53 NEAREST YEAR OF AGE AT <u>MEMBERSHIP</u>	10.42% EMPLOYEE CONTRIBUTION <u>RATE</u>
54	10.54%
55	10.63%
56 and above	10.69%

**ATTACHMENT C**

**RESOLUTION IMPLEMENTING CHANGES IN  
EMPLOYEE RETIREMENT CONTRIBUTION RATES**

**RESOLUTION OF THE BOARD OF SUPERVISORS  
OF THE COUNTY OF LOS ANGELES, STATE OF CALIFORNIA  
PROVIDING FOR RETIREMENT SYSTEM CONTRIBUTIONS**

WHEREAS, the Board of Supervisors is authorized by Government Code Section 31581.1 to pay up to one-half of the contributions normally required of members of the retirement system of any period of time designated in the resolution providing for such payments; and

WHEREAS, the Board of Supervisors desires that the County shall pay a designated portion of members' contributions normally required of members of the retirement system, which portion does not exceed one-half of such members' contributions.

NOW, THEREFORE, BE IT RESOLVED by the Board of Supervisors of the County of Los Angeles that:

1. The County of Los Angeles shall pay to the Los Angeles County Employees Retirement Association the amounts specified in Section 2 of the Attachment entitled "2012 Implementation of Negotiated Employee Contribution Rates"; and
2. The payments made to the retirement system hereunder by the County of Los Angeles shall not become part of the accumulated contributions of any member of the retirement system; and
3. This resolution shall be effective July 1, 2012 and until further resolution of the Board of Supervisors.

The foregoing resolution was adopted by the Board of Supervisors of the County of Los Angeles at the regular meeting on the 12<sup>th</sup> day of June 2012.



SACHI A. HAMAI  
Executive Officer  
Board of Supervisors

By *Lochelle Amherman*  
Deputy

APPROVED AS TO FORM:

JOHN F. KRATTLI  
Acting County Counsel

By *Richard D. Bloom*  
RICHARD D. BLOOM  
Principal Deputy County Counsel  
Labor & Employment Division

## **2012 IMPLEMENTATION OF NEGOTIATED EMPLOYEE CONTRIBUTION RATES**

### Section 1

The parties agree to recommend jointly to the County Board of Supervisors that pursuant to Section 31581.1 of the California Government Code, said Board adopt a resolution that, effective July 1, 2012, and for the term of this agreement only, provides that the County shall pay to the Retirement Fund the amount necessary which, based on actuarial determination, is sufficient to fund the difference between:

- a. The employee contribution that would be paid to said Retirement Fund during the term of this agreement, if the employee contribution rates set forth in the Fringe Benefit MOU costs based on the June 30, 2011 Actuarial Valuation dated December 6, 2011 by Milliman USA were implemented; and
- b. The employee contribution that would be paid to said Retirement Fund during the term of this agreement, if the employee contribution rates set forth in Section 2 of this Article were implemented in lieu of the contribution rates set forth in said Fringe Benefit MOU costs based on the June 30, 2011 Actuarial Valuation.

## Section 2

The parties agree that contingent upon action by the Board of Supervisors to adopt a resolution to implement the provisions of Section 1 of this Article, the negotiated employee contribution rates for the term of this agreement for employees who entered the Los Angeles County Employees Retirement Association on and after January 4, 1982.

1. The negotiated employee contribution rates listed below shall apply to the retirement plan for employees who became General Members of the Los Angeles County Employees Retirement Association on or before August 31, 1977 (hereinafter referred to as Plan A for General Members):



## PLAN A FOR GENERAL MEMBERS

### Negotiated Employee Contribution Rates

Effective July 1, 2012

<u>NEAREST YEAR OF AGE AT MEMBERSHIP</u>	<u>EMPLOYEE CONTRIBUTION RATE</u>
16	4.07%
17	4.13%
18	4.16%
19	4.22%
20	4.25%
21	4.31%
22	4.35%
23	4.41%
24	4.49%
25	4.53%
26	4.61%
27	4.69%
28	4.80%
29	4.89%
30	5.00%
31	5.14%
32	5.24%
33	5.39%
34	5.54%
35	5.71%
36	5.89%
37	6.06%
38	6.26%
39	6.44%
40	6.61%
41	6.80%
42	7.00%
43	7.22%
44	7.38%
45	7.58%
46	7.78%
47	7.93%
48	8.15%
49	8.26%
50	8.33%
51 and above	8.37%

2. The negotiated employee contribution rates listed below shall apply to the retirement plan for employees who became General Members of Los Angeles County Employees Retirement Association between September 1, 1977 and September 30, 1978 (hereinafter referred to as Plan B for General Members):

## PLAN B FOR GENERAL MEMBERS

### Negotiated Employee Contribution Rates

Effective July 1, 2012

<u>NEAREST YEAR OF AGE AT MEMBERSHIP</u>	<u>EMPLOYEE CONTRIBUTION RATE</u>
16	5.94%
17	6.06%
18	6.19%
19	6.32%
20	6.45%
21	6.58%
22	6.72%
23	6.85%
24	7.00%
25	7.15%
26	7.29%
27	7.44%
28	7.60%
29	7.76%
30	7.91%
31	8.07%
32	8.24%
33	8.43%
34	8.60%
35	8.78%
36	8.97%
37	9.16%
38	9.35%
39	9.55%
40	9.74%
41	9.94%
42	10.12%
43	10.30%
44	10.49%
45	10.66%
46	10.83%
47	10.99%
48	11.13%
49	11.27%
50	11.36%
51 and above	11.41%

3. The negotiated employee contribution rates listed below shall apply to the retirement plan for employees who became Safety Members of the Los Angeles County Employees Retirement Association on or before August 31, 1977 (hereinafter referred to as Plan A for Safety Members):

## **SAFETY MEMBER CONTRIBUTION RATES**

### **Retirement Plan A**

Negotiated Employee Contribution Rates  
Effective July 1, 2012

<b><u>NEAREST YEAR OF AGE AT MEMBERSHIP</u></b>	<b><u>EMPLOYEE CONTRIBUTION RATE</u></b>
18	7.49%
19	7.52%
20	7.53%
21	7.57%
22	7.70%
23	7.82%
24	7.93%
25	8.09%
26	8.21%
27	8.34%
28	8.54%
29	8.74%
30	8.92%
31	9.11%
32	9.32%
33	9.53%
34	9.76%
35	9.99%
36	10.20%
37	10.44%
38	10.60%
39	10.80%
40	10.98%
41	11.15%
42	11.32%
43	11.45%
44	11.60%
45	11.70%
46 and above	11.76%

4. The negotiated employee contribution rates listed below shall apply to the retirement plan for employees who became Safety Members of the Los Angeles County Employees Retirement Association on or after September 1, 1977 (hereinafter referred to as Plan B for Safety Members):

## **SAFETY MEMBER CONTRIBUTION RATES**

### **Retirement Plan B**

#### Negotiated Employee Contribution Rates Effective July 1, 2012

<u>NEAREST YEAR OF AGE AT MEMBERSHIP</u>	<u>EMPLOYEE CONTRIBUTION RATE</u>
18	6.43%
19	6.62%
20	6.80%
21	6.98%
22	7.16%
23	7.36%
24	7.55%
25	7.75%
26	7.95%
27	8.16%
28	8.37%
29	8.59%
30	8.81%
31	9.03%
32	9.27%
33	9.51%
34	9.76%
35	10.02%
36	10.28%
37	10.53%
38	10.78%
39	11.01%
40	11.24%
41	11.48%
42	11.68%
43	11.88%
44	12.06%
45	12.19%
46 and above	12.27%

5. The parties further agree that, for the term of this agreement, the employee contribution rates listed below shall apply to the retirement plan for employee who became General Members of the Los Angeles County Employees Retirement Association between October 1, 1978 and May 31, 1979, and to the retirement plan for employees who became General Members of said Retirement Association on or after June 1, 1979 (hereinafter referred to as Plans C and D, for General Members, respectively); provided, however, such contribution rates shall not apply to employees who are covered by Plan E.



## PLAN C FOR GENERAL MEMBERS

### Negotiated Employee Contribution Rates

Effective July 1, 2012

NEAREST YEAR OF AGE AT <u>MEMBERSHIP</u>	EMPLOYEE CONTRIBUTION <u>RATE</u>
16	5.10%
17	5.20%
18	5.31%
19	5.43%
20	5.54%
21	5.66%
22	5.77%
23	5.90%
24	6.02%
25	6.14%
26	6.27%
27	6.40%
28	6.53%
29	6.66%
30	6.80%
31	6.95%
32	7.08%
33	7.23%
34	7.38%
35	7.54%
36	7.69%
37	7.85%
38	8.02%
39	8.19%
40	8.37%
41	8.54%
42	8.73%
43	8.91%
44	9.10%
45	9.28%
46	9.46%
47	9.64%
48	9.81%
49	9.99%
50	10.15%
51	10.31%
52	10.46%
53	10.60%
54	10.73%
55	10.82%
56 and above	10.88%

## PLAN D FOR GENERAL MEMBERS

### Negotiated Employee Contribution Rates

Effective July 1, 2012

NEAREST YEAR OF AGE AT <u>MEMBERSHIP</u>	EMPLOYEE CONTRIBUTION <u>RATE</u>
16	5.02%
17	5.11%
18	5.22%
19	5.33%
20	5.44%
21	5.56%
22	5.67%
23	5.79%
24	5.91%
25	6.04%
26	6.16%
27	6.29%
28	6.41%
29	6.55%
30	6.68%
31	6.83%
32	6.96%
33	7.10%
34	7.25%
35	7.41%
36	7.55%
37	7.71%
38	7.88%
39	8.05%
40	8.22%
41	8.39%
42	8.57%
43	8.76%
44	8.94%
45	9.12%
46	9.29%
47	9.47%
48	9.64%
49	9.81%
50	9.97%
51	10.13%
52	10.27%
53	10.42%
54	10.54%
55	10.63%
56 and above	10.69%